

UNITED STATES DISTRICT COURT
SOUTHERN DISTRICT OF WEST VIRGINIA
AT CHARLESTON

THE COURTLAND COMPANY, INC.,
a West Virginia Business
Corporation,

Plaintiff,

v.

Civil Action No. 2:18-cv-01230

UNION CARBIDE CORPORATION,
a New York Corporation,

Defendant.

THE COURTLAND COMPANY, INC.,
a West Virginia Business
Corporation,

Plaintiff,

v.

Civil Action No. 2:19-cv-00894

UNION CARBIDE CORPORATION,
a New York Corporation,

Defendant.

MEMORANDUM OPINION & ORDER

Pending in these related cases are the plaintiff's motion to strike the defendant's notice regarding potential nonparty fault and supplemental notice regarding potential nonparty fault, filed in Courtland Co. Inc. v. Union Carbide Corp. ("Courtland I"), 2:18-cv-01230 (S.D.W. Va.) on June 19, 2020 (ECF No. 140), and the plaintiff's response to and motion

to strike the defendant's notice regarding potential nonparty fault, filed in Courtland Co. Inc. v. Union Carbide Corp. ("Courtland II"), 2:19-cv-00894 (S.D.W. Va.) on June 16, 2020 (ECF No. 55).

I. Background

The plaintiff and the defendant are corporations that own parcels of real property near Davis Creek in Kanawha County, West Virginia. See Courtland I, ECF No. 1 ¶¶ 4-5, 14; ECF No. 21 ¶¶ 4-5, 14; see also Courtland II, ECF No. 1 ¶¶ 5-6, 15, 25; ECF No. 82 ¶¶ 5-6, 15, 25. In Courtland I, the plaintiff alleges that the defendant has used one of its properties adjacent to the plaintiff's property to store hazardous and toxic materials, which have been released into the nearby environment including the plaintiff's property. See Courtland I, ECF No. 1 ¶¶ 1, 14-46. In Courtland II, the plaintiff alleges that the defendant has used two other properties, also adjacent to the plaintiff's property, to likewise store hazardous and toxic materials that have been released into the nearby environment including the plaintiff's property. See Courtland II, ECF No. 1 ¶¶ 1, 14-57.

Based on these allegations, the plaintiff initiated suit against the defendant in Courtland I by filing a complaint on August 15, 2018, and effected service of process on the

defendant on August 21, 2018. See Courtland I, ECF No. 1; ECF No. 7. In Courtland II, the plaintiff initiated suit against the defendant by filing a complaint on December 13, 2019, and effected service of process on the defendant on December 17, 2019. See Courtland II, ECF No. 1; ECF No. 4.

In both its complaints, the plaintiff asserts three federal causes of action: Count I seeks recovery of response costs and declaratory relief under the Comprehensive Environmental Response, Compensation, and Liability Act of 1980 ("CERCLA"), 42 U.S.C. §§ 9607(a), 9613(g); Count II seeks citizen-suit relief for violations of § 7002(a)(1)(A) of the Resource Conservation and Recovery Act of 1976 ("RCRA"), 42 U.S.C. § 6972(a)(1)(A), and the West Virginia Hazardous Waste Management Act; and Count III seeks citizen-suit relief for judicial abatement of an imminent and substantial endangerment under § 7002(a)(1)(B) of RCRA, 42 U.S.C. § 6972(a)(1)(B). See Courtland I, ECF No. 1 ¶¶ 47-73; Courtland II, ECF No. 1 ¶¶ 58-88. Both complaints also assert state-law cause of action, including judicial abatement of a public nuisance; judicial abatement of a public nuisance per se; private nuisance; negligence; gross negligence; and strict liability.¹ See

¹ The two complaints assert the same claims, with one exception: The complaint in Courtland II asserts a claim in its Count IV for judicial abatement of a public nuisance per se, see

Courtland I, ECF No. 1 ¶¶ 74-108; Courtland II, ECF No. 1 ¶¶ 89-134.²

On February 15, 2019, the defendant filed, within the 180-day period prescribed by state statute, a notice of designation of at-fault nonparties in Courtland I, pursuant to W. Va. Code § 55-7-13d(a). See Courtland I, ECF No. 37. Therein, the defendant provided notice on information and belief that an unknown number of unnamed nonparties may be wholly or partially at fault for the claims brought by the plaintiff. See id. at 1. The defendant explained that, because discovery was in a nascent stage, it had not yet identified the nonparties but requested that the court direct the factfinder in this matter to consider the fault of all nonparties and proportionally reduce the plaintiff's recovery against the defendant for the fault chargeable to the nonparties, pursuant to § 55-7-13d. See id. at 1-2.

On June 10, 2020, nearly four months beyond the 180-day period, the defendant filed a supplemental notice of

Courtland II, ECF No. 1 ¶¶ 98-107, but the complaint in Courtland I does not. Because of this difference, most of the corresponding state-law claims in the separate complaints do not share the same "Count" number.

² The court dismissed the plaintiff's claim for negligence per se in both cases. See Courtland I, ECF No. 163 at 18; Courtland II, ECF No. 75 at 45-46, 55.

designation of at-fault nonparties in Courtland I. See id., ECF No. 139. In this supplemental notice, based largely on the deposition testimony of the plaintiff's Fed. R. Civ. P. 30(b)(6) designee, the defendant identifies three nonparty entities it asserts may be wholly or partially at fault for the claims alleged in the complaint. See id. at 1-3. Specifically, the defendant identifies (1) Westvaco as a former owner of the plaintiff's property that stored coal there prior to the plaintiff's purchase of the property; (2) Raynes & Sons, Raynes and Company, CB Shop Company, and Parsons Contracting as lessees of a portion of the plaintiff's property that has been used by them to store concrete, dirt, millings, asphalt chunks, barriers, rebar or steel materials, fill dirt, and heavy equipment including a diesel fuel tank, a crusher, and a screener; and (3) CSX Transportation, which maintained an active rail line along the southern boundary of the plaintiff's property and may have stacked or dumped materials on the property. See id. The defendant further asserts on information and belief that an unknown number of additional unnamed nonparties may be at fault and requests that the court direct the factfinder to consider the fault of the nonparties and reduce any recovery against the defendant in proportion to the nonparties' fault, pursuant to § 55-7-13d. See id. at 3.

Also, on June 10, 2020, in Courtland II, the defendant filed, within the 180-day period, a notice regarding potential nonparty fault pursuant to § 55-7-13d(a). See Courtland II, ECF No. 55. Therein, again based on the plaintiff's Rule 30(b)(6) designee's testimony, the defendant identifies the same nonparty entities as in Courtland I as wholly or partly at fault for the plaintiff's claims and asserts on information and belief that an unknown number of additional unnamed nonparties may be likewise at fault. See id. at 1-3. As in Courtland I, the defendant requests that the court direct the factfinder to consider the fault of the nonparties and proportionally reduce the amount of recovery against the defendant pursuant to § 55-7-13d. See id. at 3.

In both cases, the plaintiff filed motions to strike the defendant's notices regarding potential at-fault nonparties. See Courtland I, ECF No. 140; Courtland II, ECF No. 55. The motions have been fully briefed and are ripe for disposition.

II. Legal Standard

The parties do not discuss the legal standard that should guide the court's consideration of the plaintiff's motions to strike. Traditionally, a motion to strike is a "procedural mechanism by which a party challenge[s] the sufficiency of a pleading or of evidence, with a goal toward

removing the pleading . . . or [evidence] from the record, so that it [i]s not considered by a judge or jury." Kelly v. FedEx Ground Package Sys., Inc., No. 3:10-cv-01265, 2011 WL 1584764, at *2 (S.D.W. Va. Apr. 26, 2011); see also Strike, Black's Law Dictionary (11th ed. 2019) (defining "strike" to mean "expunge, as from a record").

The Federal Rules of Civil Procedure expressly provide procedures for striking pleadings from the record. See Fed. R. Civ. P. 12(f), 14(a)(4), 37(b)(2)(A)(iii). Rule 12(f) allows the court to strike pleadings of "an insufficient defense or any redundant, immaterial, impertinent, or scandalous matter." Fed. R. Civ. P. 12(f). Rule 12(f) motions to strike "are generally viewed with disfavor 'because striking a portion of a pleading is a drastic remedy and because it is often sought by the movant simply as a dilatory tactic.'" Waste Mgmt. Holdings, Inc. v. Gilmore, 252 F.3d 316, 347 (4th Cir. 2001) (quoting 5A Charles Alan Wright et al., Federal Practice and Procedure § 1380, 647 (2d ed. 1990)). A decision from this district adequately sets forth the standards for considering a Rule 12(f) motion:

the standard by which courts judge Rule 12(f) motions imposes a sizable burden on the movant. . . . Before granting a motion to strike, a court must be convinced there are no questions of fact, that any questions of law are clear and not in dispute, and that under no set of circumstances could the defense succeed. It is difficult to establish a defense is clearly insufficient. Even where technically appropriate and

well-founded, motions to strike defenses as insufficient are often denied in absence of a showing of prejudice to the moving party.

Clark v. Milam, 152 F.R.D. 66, 70 (S.D.W. Va. 1993) (internal quotation marks and citations omitted).³

Beyond Rule 12(f), federal courts also have inherent authority to strike a document when the party submitting it has not complied with the rules or the court's orders for doing so. See Iota Xi Chapter of Sigma Chi Fraternity v. Patterson, 566 F.3d 138, 150 (quoting United States v. Moussaoui, 483 F.3d 220, 236 (4th Cir. 2007)) (citing United States v. Hudson, 11 U.S. (7 Cranch) 32, 34 (1812)). However, "[b]ecause of their very potency, inherent powers must be exercised with restraint and discretion.'" Anusie-Howard v. Todd, 920 F. Supp. 2d 623, 627-28 (D. Md. 2013) (quoting Chambers v. NASCO, Inc., 501 U.S. 32, 44 (1991)).

Ultimately, the court need not determine which legal standard should apply to the plaintiff's motions to strike because, as set forth below, the defendant has agreed that § 55-7-13d is inapplicable to certain claims and the plaintiff's

³ Additionally, the Rules provide procedures for striking a document when it is not signed by counsel or a pro se party. See Fed. R. Civ. P. 11(a), 26(g)(2). The notices at issue here have been signed by counsel, see Courtland I, ECF No. 37 at 2-3; id., ECF No. 139 at 4; Courtland II, ECF No. 53 at 4, and the plaintiff does not argue they should be stricken due to a lack of a signature pursuant to Rules 11 or 26(g)(2).

arguments are not sustainable with respect to the remaining claims.

III. Discussion

The plaintiff argues that the defendant's notices should be stricken for two reasons. The court addresses the arguments in turn.

A. Applicability of Comparative Fault Statute

The plaintiff argues that West Virginia's comparative fault statute, W. Va. Code §§ 55-7-13a to -13d, pursuant to which a defendant may seek to reduce the recovery against it based on the fault of nonparties, see W. Va. Code § 55-7-13d(a)(1), (3), does not apply to this case.

(1) Federal claims (Counts I through III) and state-law equitable-relief claims

First, the plaintiff argues that the statute does not apply to Counts I through III of its complaints, i.e., its federal statutory claims brought under CERCLA and RCRA. The plaintiff further argues that, by its terms, the statute does not apply to any of its claims – specifically, its RCRA claims (Counts II and III of both complaints) as well as its state-law claims for judicial abatement of public nuisance (Count IV of both complaints) and judicial abatement of public nuisance per

se (Count V of the Courtland II complaint) – that seek injunctive relief rather than damages. See W. Va. Code § 55-7-13a(b) (“In any action based on tort or any other legal theory seeking damages for personal injury, property damage, or wrongful death, recovery shall be predicated upon principles of comparative fault and the liability of each person, including plaintiffs, defendants and nonparties who proximately caused the damages, shall be allocated to each applicable person in direct proportion to that person’s percentage of fault.”); see also Courtland I, ECF No. 1 at 24–30, 36–37 (seeking injunctive relief for Counts II, III, and IV); Courtland II, ECF No. 1 at 27–40, 47 (seeking injunctive relief for Counts II, III, IV, and V).

The defendant responds that it “does not seek application of [West Virginia’s comparative fault statute] to [the] [p]laintiff’s claims under CERCLA[or] RCRA,” i.e., Counts I through III of both complaints. Courtland I, ECF No. 141 at 4 n.4; accord Courtland II, ECF No. 56 at 4 n.3. The defendant further states that it “does not seek application of the West Virginia [comparative fault] statute[] to [the] [p]laintiff’s claims for public nuisance,” i.e., Count IV of the Courtland I complaint and Counts IV and V of the Courtland II complaint, to the extent the plaintiff seeks injunctive relief based on those

claims. Courtland I, ECF No. 141 at 6; accord Courtland II, ECF No. 56 at 6. In reply, the plaintiff confirms that it seeks only injunctive relief, and not damages, with respect to its public-nuisance claims. See Courtland I, ECF No. 142 at 5; see also Courtland II, ECF No. 59 at 2 n.2, 4 (stating that the plaintiff's motion for preliminary injunction does not involve any claims for which damages are sought); id., ECF No. 90 at 3, 9, 29-39 (premising motion for preliminary injunction in part on public-nuisance claims).

Because the defendant does not seek to apply West Virginia's comparative fault statute to the plaintiff's federal statutory claims or state-law public nuisance claims, i.e., Counts I through IV of the Courtland I complaint and Counts I through V of the Courtland II complaint, there is no need for the court to determine whether the statute might apply to those claims.

The remaining question is whether the parties' agreement that the statute does not apply to these claims provides any basis for striking the defendants' notices. It does not. Under Rule 12(f), even assuming that striking the notices with respect to these claims would otherwise be appropriate, the plaintiff has not shown that it is in any way prejudiced by their remaining in the record. See Clark, 152

F.R.D. at 70; see also Baron v. DirecTV, LLC, 233 F. Supp. 3d 441, 445 (D. Md. 2017) ("If no valid basis exists for any of the defenses, . . . then the pled defenses will have little impact on the litigation going forward. . . . [Thus,] no substantial prejudice can be discerned from leaving [the] affirmative defenses in the case at this juncture."); Charles Alan Wright et al., Federal Practice and Procedure § 1380 (3d ed. 2020) ("[I]n order to succeed on a Rule 12(f) motion to strike[,]. . . it must be shown that the allegations['] presence in the pleading throughout the proceeding will be prejudicial to the moving party."). Similarly, the fact that the defendant's notices ultimately have no bearing on some of the claims might provide a basis to not credit or consider the notices with respect to those claims, but it provides no basis to strike them from the record pursuant to the court's inherent authority. See English v. CSA Equip. Co., LLC, No. 05-0312-WS-B, 2006 WL 2456030, at *2 (S.D. Ala. Aug. 22, 2006) ("[E]ven if . . . every one of [a party]'s challenged arguments is incorrect, [this does] no[t] show[] why the draconian step of striking [the party]'s arguments is appropriate. . . . In the overwhelming majority of cases, the proper judicial response to a factually unsupported or legally defective argument is simply not to credit it.").

(2) Statutory exceptions

Next, the plaintiff argues that West Virginia's comparative fault statute does not apply to any of its claims based on two statutory exceptions – a criminal-conduct exception and a hazardous-waste exception – found in W. Va. Code § 55-7-13c. Section 55-7-13c states generally that, "[i]n any action for damages, the liability of each defendant for compensatory damages shall be several only and may not be joint," and "[e]ach defendant shall be liable only for the amount of compensatory damages allocated to that defendant in direct proportion to that defendant's percentage of fault." W. Va. Code § 55-7-13c(a). The section provides several exceptions to this general rule. For instance, "[n]otwithstanding any other provision of this section," "[a] defendant whose acts or omissions constitute criminal conduct" or "an illegal disposal of hazardous waste, as described in [W. Va. Code § 22-18-3]" and who proximately causes the plaintiff's damages "shall be jointly and severally liable." W. Va. Code § 55-7-13c(h). The plaintiff argues that the defendant's actions alleged in the complaints constitutes criminal conduct as well as an illegal disposal of hazardous waste and thus asserts that the defendant cannot have any recovery against it reduced in proportion to the fault of any nonparties under § 55-7-13d.

Inasmuch as the plaintiff's argument is based on the allegations in its complaints rather than on evidence, it is premature to consider at this juncture. Cf. W. Va. Code § 55-7-13d(d) (contemplating that fault must be alleged and proved). Thus, to the extent the motions seek to strike the notices based on the criminal-conduct and hazardous-waste exceptions, they are denied, and the plaintiff may raise the exceptions later at an appropriate time.

In sum, the court concludes that the plaintiff has not provided a reason for the court to strike the defendant's notices based on the applicability of West Virginia's comparative fault statute.

B. Compliance with Statutory Notice Procedures

Next, the plaintiff argues that the defendant failed to comply with the procedural requirements found in the West Virginia comparative fault statute for providing notice of at-fault nonparties. Section 55-7-13d provides:

Fault of a nonparty shall be considered . . . if a defending party gives notice no later than one hundred eighty days after service of process upon said defendant that a nonparty was wholly or partially at fault. Notice shall be filed with the court and served upon all parties to the action designating the nonparty and setting forth the nonparty's name and last known address, or the best identification of the nonparty which is possible under the circumstances, together with a brief statement of the basis for believing such nonparty to be at fault[.]

W. Va. Code § 55-7-13d(a) (2). The plaintiff argues that the defendant failed to comply with the requirements of this provision.

(1) Statutory notice period

First, the plaintiff argues that the defendant's notice in Courtland I was not provided within 180 days of service of process. Although it is undisputed that the defendant provided an initial notice that an unspecified number of unnamed nonparties may be at fault within the 180-day period, see ECF No. 37, the plaintiff points out that the defendant did not identify any at-fault nonparties until its supplemental notice that was provided long after the expiration of the 180-day period. As to Courtland II, the plaintiff does not dispute that the notice was served within the 180-day period but insists that the notice did not comply with § 55-7-13d(a) (2) for other reasons.

The defendant responds, in part, that the 180-day notice requirement is inapplicable in a federal lawsuit under the Erie R.R. Co. v. Tompkins, 304 U.S. 64, 72-73 (1938), doctrine. Under the Erie doctrine, a federal court sitting in diversity or supplemental jurisdiction applies state substantive law and federal procedural law. United Mine Workers of Am. v. Gibbs, 383 U.S. 715, 726 (1966); Hanna v. Plumer, 380 U.S. 460,

465-66 (1965); Erie R.R. Co. v. Tompkins, 304 U.S. 64, 72-73 (1938)); Harbeck v. Smith, 814 F. Supp. 2d 608, 620 (E.D. Va. 2011). "Classification of a law as 'substantive' or 'procedural' for Erie purposes is sometimes a challenging endeavor." Gasperini v. Ctr. For Humanities, Inc., 518 U.S. 415, 428 (1996). However, it is well-settled that, where a state law conflicts with a Federal Rule of Civil Procedure, the federal courts must apply the Federal Rule unless the rule exceeds either the rulemaking authority bestowed by Congress in the Rules Enabling Act, 28 U.S.C. § 2072, or constitutional bounds. See Shady Grove Orthopedic Assocs., P.A. v. Allstate Inc. Co., 559 U.S. 393, 398 (2010); Burlington N. R.R. Co. v. Woods, 480 U.S. 1, 5 (1987); Hanna, 380 U.S. at 470-74; see also Sibbach v. Wilson & Co., 312 U.S. 1, 14 (1941) (applying the Federal Rule rather than conflicting state rule when the Federal Rule "really regulates procedure" rather than modifies substantive rights under state law). When such a conflict is present, the rules in Erie and its progeny for determining whether a state law is substantive or procedural⁴ do not come into play. See Shady Grove, 559 U.S. at 398 ("We do not wade

⁴ These rules require a federal court to consider whether the state law is outcome determinative in the sense that the court's refusal to apply it would unduly foment forum-shopping and result in inequitable administration of the laws. See Hanna, 380 U.S. at 467-68.

into Erie's murky waters unless the federal rule is inapplicable or invalid."); Hanna, 380 U.S. at 469-70 (explaining the "assumption that the rule of Erie . . . constitutes the appropriate test of the validity and therefore the applicability of a Federal Rule of Civil Procedure" is "incorrect").⁵

A Federal Rule and a state law conflict if they are in "direct collision." Hanna, 380 U.S. at 472. "[D]irect collision," however, does not require that the "[F]ederal [Rule] and state law be perfectly coextensive and equally applicable to the issue at hand." Stewart Org., Inc. v. Ricoh Corp., 487 U.S. 22, 26 n.4 (1988). Instead, the court is to assess first

⁵ Although not discussed by the parties, federal courts in Michigan and Arizona have addressed state-law provisions requiring notice of nonparty fault similar to § 55-7-13d(a)(2) and have concluded that those provisions' deadlines should be enforced in federal lawsuits. See, e.g., Greenwich Ins. Co. v. Hogan, 351 F. Supp. 2d 736, 737-40 (W.D. Mich. 2004); Wester v. Crown Controls Corp., 974 F. Supp. 1284, 1286-88 (D. Ariz. 1996). Both Hogan and Wester, which were decided before Shady Grove, concluded that the provisions at issue are substantive under traditional Erie analysis and thus must be enforced in federal courts. See Hogan, 351 F. Supp. at 737-40; Wester, 974 F. Supp. at 1286-88. More recent decisions have simply adopted the conclusions of Hogan and Wester without considering Shady Grove's impact. See, e.g., Guinn v. Praxair, Inc., 386 F. Supp. 3d 850, 877 n.12 (E.D. Mich. 2019); Alsadi v. Intel Corp., No. CV-16-03738-PHX-DJH, 2019 WL 935670, at *1 (D. Ariz. Feb. 26, 2019). The court does not find this line of cases persuasive because, as set out below, the Federal Rules directly collide with § 55-7-13d(a)(2)'s 180-day notice period, precluding application of traditional Erie analysis in the manner employed by Hogan and Wester. See Shady Grove, 559 U.S. at 398; Hanna, 380 U.S. at 469-70.

whether the scope of the Federal Rule is "sufficiently broad to cover the point in dispute." Id.; see also Burlington N., 480 U.S. at 969 ("The initial step is to determine whether, when fairly construed, the scope of [the] Federal Rule . . . is 'sufficiently broad' to cause a 'direct collision' with the state law or, implicitly, to 'control the issue' before the court, thereby leaving no room for the operation of that law." (quoting Walker v. Armco Steel Corp., 446 U.S. 740, 749-50 & n.9 (1980))). In this analysis, the Federal Rules "should be given their plain meaning" and are not "to be narrowly construed in order to avoid a 'direct collision' with state law." Walker, 446 U.S. 750 n.9.

Here, the question in dispute is: When must a defendant notify the plaintiff of its belief that nonparties are wholly or partially at fault for contributing to the plaintiff's damages so that the nonparties' fault may be considered by the trier of fact? Section 55-7-13d answers that such notice must be provided "no later than" 180 days after service of process. W. Va. Code. § 55-7-13d(a)(2). Inasmuch as the notice serves a role that is equivalent to that of a pleading, the Federal Rules of Civil Procedure provide a different answer.

Rule 12 sets forth "the time for serving a responsive pleading," in which a defendant "must assert[]" "[e]very defense

to a claim for relief" raised in a plaintiff's pleading, as well as the time for filing a Rule 12(b) motion, which may "assert [certain] defenses." Fed. R. Civ. P. 12(a)-(b). These defenses can include the assertion that a nonparty is at fault for some or all of the damages claimed in the plaintiff's pleading. See Fed. R. Civ. P. 8(c); Hardin v. Manitowoc-Forsythe Corp., 691 F.2d 449, 458 (10th Cir. 1982); Resol. Tr. Corp. v. Ascher, 839 F. Supp. 764 (D. Colo. 1993); see generally 61A Am. Jur. 2d Pleading § 300 (2020). Service of either a responsive pleading or a Rule 12(b) motion must be made on the plaintiff and thus notifies the plaintiff of such a defense. See Fed. R. Civ. P. 5(a)(1)(B), (D). Under Rule 12, the time for serving a responsive pleading is generally 21 days after service of the plaintiff's pleading,⁶ but, if a Rule 12 motion is timely filed, the responsive pleading must be served within 14 days of notice of the court's action on the motion or the service of a more definite statement. See Fed. R. Civ. P. 12(a)(4). The period for serving an answer can be extended by court order, see Fed. R. Civ. P. 6(b), or by the parties' stipulation, see LR Civ P 12.1. A Rule 12(b) motion must be filed before the deadline for

⁶ The time for serving an answer may be longer if the defendant has timely waived service, if the defendant is the United States or a United States agency, officer, or employee, or if the pleading is sent outside any federal judicial districts. See Fed. R. Civ. P. 12(a)(1)(A)(ii), (2)-(3).

filing a responsive pleading expires. See Fed. R. Civ. P. 12(b) .

Under Rule 15, a defendant may amend its responsive pleading once as a matter of course within 21 days after serving it and may amend it thereafter "with the opposing party's written consent or the court's leave," which should be "freely give[n] . . . when justice so requires." Fed. R. Civ. P. 15(a)(1)-(2). In some circumstances, the responsive pleading may be amended during the course of trial, and the parties may even proceed to try issues not expressly raised in any pleading. See Fed. R. Civ. P. 15(b) .

Here, the court concludes that the Federal Rules are in direct collision with § 55-7-13d(a)(2). The Federal Rules governing pleadings are sufficiently broad to cover the point in dispute. Under the Federal Rules, a defendant must notify the plaintiff of its belief that nonparties are wholly or partially at fault for contributing to the plaintiff's damages within the time period set forth in Rules 12 and 15 governing the service of responsive pleadings. These Rules control the issue and leave no room for the operation of § 55-7-13d(a)(2)'s 180-day time period. The time periods provided by the Federal Rules may be much shorter or, due to their capacity to be extended through various means, much longer than the state statute's 180-day

period, which does not by its terms appear amenable to any extension. See W. Va. Code. § 55-7-13d(a)(2) (requiring notice to be provided "no later than" 180 days after service of process (emphasis added));⁷ see also Davis v. Piper Aircraft Corp., 615 F.2d 606, 611 & n.8 (4th Cir. 1980) (explaining that a federal rule is "quite as broad in scope as [a] conflicting state rule" when "it operates to cure" a defect that would not be curable under the state rule).

The court will not apply a state law that directly collides with the Federal Rules unless the Federal Rules at issue do not comport with the Rules Enabling Act or constitutional requirements. See Shady Grove, 559 U.S. at 398; Burlington N., 480 U.S. at 5; Hanna, 380 U.S. at 470-74. There is no suggestion that the Federal Rules at issue here exceed constitutional bounds, so the court need only determine whether they are consonant with the Rules Enabling Act to the extent the plaintiff claims they are not. See Davis, 615 F.2d at 612.

In Shady Grove, the Supreme Court considered what test should be used to analyze whether a Federal Rule violates the Rules Enabling Act. Two tests were advanced, neither of which

⁷ It does not appear that the West Virginia Supreme Court of Appeals has had an opportunity to consider the 180-day period or specifically whether the period may be extended.

commanded a majority. Writing for a four-member plurality, Justice Scalia concluded that the correct test, first expressed in Sibbach, is whether the Federal Rule itself “‘really regulates procedure,—the judicial process for enforcing rights and duties recognized by substantive law and for justly administering remedy and redress for disregard or infraction of them.’” Shady Grove, 559 U.S. at 407 (plurality opinion) (alteration omitted) (quoting Sibbach, 312 U.S. at 14). Thus, in the plurality’s view expressed by Justice Scalia, “[t]he test” focuses on “what the [Federal] [R]ule itself regulates: If it governs only ‘the manner and the means’ by which the litigants’ rights are ‘enforced,’ it is valid; if it alters ‘the rules of decision by which the court will adjudicate those rights,’ it is not.” Id. (brackets omitted) (quoting Miss. Publ’g Corp. v. Murphree, 326 U.S. 438, 445 (1946)).

Writing for himself in a concurrence, Justice Stevens advanced a different test that focuses on the state law at issue. Pointing to the Rules Enabling Act’s requirement that the Federal Rules “‘not abridge, enlarge or modify any substantive right,’” id. at 422 (Stevens, J., concurring) (emphasis added in Shady Grove) (quoting 28 U.S.C. § 2072(b)), he concluded that “[a] [F]ederal [R]ule . . . cannot govern a particular case in which the [R]ule would displace a state law

that is procedural in the ordinary use of the term but is so intertwined with a state right or remedy that it functions to define the scope of the state-created right," id. at 423. Of course, "[f]aced with a [F]ederal [R]ule . . . that displaces a state rule, one can often argue that the state rule was really some part of the State's definition of its rights or remedies"; and so, "it is necessary to distinguish between procedural rules" that "ha[ve] some effect on the outcome of litigation" and those "that are intimately bound up in the scope of a substantive right or remedy." Id. at 432-33 (emphasis in original). Because, in Justice Stevens' estimation, "few seemingly 'procedural' rules [will] define the scope of a substantive right or remedy," id. at 428; see also id. at 428 n.13 (noting that nominally "'procedural'" state rules that "operate to define the rights and remedies available in a case" are "rare"), a litigant arguing that a Federal Rule violates the Rules Enabling Act faces a "high" "bar" id. at 432.⁸

The Fourth Circuit has not yet addressed, in a published decision, Shady Grove's splintered opinions regarding

⁸ Writing for the remaining four members of the Court, Justice Ginsburg found no collision between the Federal Rule and the state law at issue and thus did not address what test should be applied to determine when a Federal Rule violates the Rules Enabling Act and instead employed traditional Erie analysis to the state law. See Shady Grove, 559 U.S. at 446, 452, 456 (Ginsburg, J., dissenting).

the test to be used for determining when a Federal Rule violates the Rules Enabling Act. In an unpublished decision, however, the Fourth Circuit applied the plurality's test without addressing Justice Stevens' test or discussing which test controls. See Corradi v. Old United Cas. Co., 675 F. App'x 296, 299 (4th Cir. 2017). Some other courts have similarly applied the plurality's test with little or no commentary regarding Justice Stevens' alternative test. See 19 Charles Alan Wright et al., Federal Practice and Procedure § 4509 & n.114 (3d ed. 2020) (collecting cases from, inter alia, the Second, Third, and Ninth Circuits). Notably, then-Judge Kavanaugh, writing for the court in a District of Columbia Circuit decision, concluded that neither test is controlling under Marks v. United States, 430 U.S. 188 (1977). See Abbas v. Foreign Policy Grp., LLC, 783 F.3d 1328, 1336–37 (D.C. Cir. 2015). In his view, the Sibbach standard, which is nearly identical to the plurality's test, remains controlling. See id. at 1337. Still other courts have concluded that, pursuant to Marks, Justice Stevens' concurrence, which provides the narrowest basis for the Shady Grove decision, constitutes the controlling test, see Wright et al., § 4509 & n.112 (collecting cases from, inter alia, the First, Sixth, Eighth, and Tenth Circuits).

While the court finds the plurality's test persuasive, the court need not determine which test is controlling. Because, as explained below, the Federal Rules at issue here comport with the Rules Enabling Act under either test, it is unnecessary to decide which Shady Grove opinion controls. See Lisk v. Lumber One Wood Preserving, LLC, 792 F.3d 1331, 1336 (11th Cir. 2015). Declining to make this determination "comports with the general preference for avoiding unnecessary rulings," a preference that is "especially appropriate" where applying the Marks rule, an already "difficult" endeavor, does not appear to alleviate uncertainty. Id. at 1337.⁹

With respect to the plurality's test, the plaintiff does not argue that the Federal Rules at issue here do not "'really regulate procedure.'" Shady Grove, 559 U.S. at 411 (plurality opinion) (quoting Sibbach, 312 U.S. at 14). The plaintiff's failure to advance the argument is sufficient, by itself, for the court to not disturb the presumption that these Federal Rules comport with the Rules Enabling Act. See Davis, 615 F.2d at 612; see also Burlington N., 480 U.S. at 6 (noting the "presumptive validity" of the Federal Rules "under both the

⁹ "The Supreme Court can avoid th[is] dilemma by simply reconsidering the issue that fragmented the Court originally," an option not available to the lower courts. Lisk, 792 F.3d at 1337.

constitutional and statutory constraints"). Moreover, the court has no trouble concluding that the Federal Rules concerning the timing of pleading defenses "govern[] only 'the manner and the means' by which the litigants' rights are 'enforced,'" rather than "alter[] 'the rules of decision by which the court will adjudicate those rights,'" and thus do not violate the Rules Enabling Act. Shady Grove, 559 U.S. at 411 (plurality opinion) (quoting Miss. Publ'g, 326 U.S. at 445); see also Estate of Burns ex rel. Vance v. Cohen, No. 5:18-cv-00888, 2019 WL 4463318, at *3-4 (S.D.W. Va. Sept. 17, 2019) (Berger, J.) (applying the plurality's test and finding § 55-7-13d(a)(2)'s timing requirement to be procedural and not substantive).

With respect to Justice Stevens' test, the plaintiff does not clearly argue that displacing § 55-7-13d(a)(2)'s 180-day notice period by enforcing the Federal Rules in this case would abridge, enlarge, or modify a substantive state right and thus violate the Rules Enabling Act. However, some of the plaintiff's arguments may be understood to assert that the 180-day period is so intertwined with West Virginia's comparative fault statute that it is intimately bound up with state-created substantive rights. The plaintiff makes the plausible argument that the purpose of the 180-day period is to identify all the potential parties and nonparties at fault by a given time so

that a plaintiff may make informed claim-settlement decisions with an eye toward a recovery amount that is somewhat dependent on the number and degree of potential liability of identified nonparties. See Courtland I, ECF No. 142 at 9–10. Because a defendant's ability to assert nonparty fault may ultimately affect a plaintiff's amount of recovery, which may in turn affect a plaintiff's claim-settlement decisions, the plaintiff argues that the statute's time constraints on that ability are substantive in nature. See id.¹⁰

The court concludes that § 55-7-13d(a)(2)'s 180-day notice period is not one of those rare state laws that, though seemingly procedural, is so intertwined with a state right or remedy that it functions to define the scope of a state-created right. Although enforcement (or non-enforcement) of the notice period may affect litigation and settlement outcomes, it does not change a defendant's entitlement to a reduction in the recovery against it; instead, it merely delineates when that entitlement must be asserted. More importantly, it in no way alters a plaintiff's entitlement to substantive rights provided

¹⁰ The plaintiff might also be understood to be arguing that § 55-7-13d(a)(2) must be considered substantive rather than procedural under traditional Erie analysis. See Courtland I, ECF No. 142 at 7–11. However, the court does not engage in that analysis where, as here, the Federal Rules directly collide with the state law at issue. See Shady Grove, 559 U.S. at 398; Hanna, 380 U.S. at 469–70.

by West Virginia law. In a roughly analogous context, courts have ruled that a statutory requirement that the plaintiff provide notice to the state's attorney general before commencing a class-action antitrust suit does not run afoul of Justice Stevens' test because the notice requirement, although it may affect the ultimate outcome of litigation, does not alter the plaintiff's entitlement to assert antitrust claims. See In re Restasis (Cyclosporine Ophthalmic Emulsion) Antitrust Litig., 355 F. Supp. 3d 145, 155-56 (E.D.N.Y. 2018) (citing In re Propranolol Antitrust Litig., 249 F. Supp. 3d 712, 728 (S.D.N.Y. 2017); In re Aggrenox Antitrust Litig., 94 F. Supp. 3d 224, 254 (D. Conn. 2015)); In re Broiler Chicken Antitrust Litig., 290 F. Supp. 3d 772, 817-18 (N.D. Ill. 2017). Likewise, here, although the enforcement of the 180-day period might affect the litigation's outcome as the plaintiff claims, it does not alter either party's entitlement to a substantive right.

Several additional factors that Justice Stevens found pertinent further demonstrate that § 55-7-13d(a)(2)'s 180-day notice period is not sufficiently intertwined with a state right or remedy that it functions to define the scope of a state-created right. First, on its face, the 180-day notice period sets a deadline for providing notice, a classic example of a procedural rule. See Stewart v. Iancu, 912 F.3d 693, 700 (4th

Cir. 2019) ("[M]ost time bars are 'quintessential claim-processing rules,' which 'promote the orderly progress of litigation by requiring that the parties take certain procedural steps at certain specified times.'" (quoting Henderson v. Shinseki, 562 U.S. 428, 435 (2011))); see also Shady Grove, 559 U.S. at 432 (Stevens, J., concurring) ("The mere fact that a state law is designed as a procedural rule suggests it reflects a judgment about how state courts ought to operate and not a judgment about the scope of state-created rights and remedies.")).

Second, like the rest of West Virginia's comparative fault statute, § 55-7-13d(a)(2) does not apply to a specific statutory or common-law cause of action or to a discrete class of claims but, instead, applies broadly, with certain exceptions, to "any action based on tort or any other legal theory seeking damages for personal injury, property damage, or wrongful death." W. Va. Code § 55-7-13a(b) (emphasis added). Under Justice Stevens' test, a state law or rule that is not tied to a particularized right or cause of action is less likely to define a state-created right or remedy. See Shady Grove, 559 U.S. at 433 (Stevens, J., concurring); see also Stender v. Archstone-Smith Operating Tr., 958 F.3d 938, 947 (10th Cir. 2020) (explaining that "general cost-shifting statutes that

apply in every case" do not "indicate[] a [state's] judgment about the scope of state-created rights or remedies"); Whitlock v. FSL Mgmt., LLC, 843 F.3d 1084, 1092 (6th Cir. 2016) (assuming state law is substantive in part because it "only applies to claims brought under the Kentucky Wage and Hour Act, and it appears within the same statutory provision that creates the private cause of action").

Third, the plaintiff has not pointed to any legislative history, nor is the court aware of any, suggesting that the 180-day period was adopted to "define[] the dimensions of a claim itself," rather than merely "adopted for some policy reason" that incidentally "has some effect on the outcome of litigation," as nearly any procedural device will have. Shady Grove, 559 U.S. at 433 (Stevens, J., concurring) (emphasis in original) (internal quotation marks and brackets omitted). Justice Stevens' test does not "dismiss the possibility" that state lawmakers sought to achieve policy objectives other than defining the dimensions of rights and remedies. Id. at 433-35.

Ultimately, the court must have "little doubt" that § 55-7-13d(a) (2)'s 180-day notice period reflects West Virginia's "judgment about the scope of state-created rights and remedies" such that displacing it with "a [F]ederal [R]ule would alter a state-created right." Id. at 432 (emphasis added). This "high"

"bar" for concluding that the 180-day notice period is one of those "rare" state laws masquerading as a procedural rule that, in fact, is "so intertwined with a state right or remedy that it functions to define the scope of the state-created right" has not been met here. Id. at 423, 428 n.13, 432.

The court concludes that, under either Shady Grove test, the 180-day period set by § 55-7-13d(a) (2) does not apply in this federal lawsuit. The plaintiff's argument that the defendant's notices should be stricken based on application of § 55-7-13d(a) (2)'s time period fails.

(2) Notice contents

Lastly, the plaintiff argues that the defendant's notices do not comply with West Virginia's comparative fault statute because they run afoul of § 55-7-13d(a) (2)'s requirement that the defendant "give[] notice . . . that a nonparty was wholly or partially at fault." W. Va. Code § 55-7-13d(a) (2) (emphasis added). The plaintiff points out that all the defendant's notices state that either unnamed or the three named nonparties "may be wholly or partially at fault." Courtland I, ECF No. 37 at 1 (emphasis added); accord id., ECF No. 139 at 1; Courtland II, ECF No. 53 at 1. In the plaintiff's view, the notice contemplated by § 55-7-13d(a) (2) requires the defendant to do more than speculate about a nonparty's fault; it requires

the defendant to assert that the nonparty was in fact at fault for the damages claimed. The defendant responds that its use of "may be" rather than "was" is merely a matter of semantics and that its notices sufficiently apprise the plaintiff of the information required for compliance with § 55-7-13d(a)(2). Neither party cites any authority for their positions.

Based on the language of the statute, the court concludes that the plaintiff's argument is without merit. Section 55-7-13d(a)(2) contains two sentences. The first sentence imposes the requirement to provide timely notice in order for the fault of a nonparty to be considered by the trier of fact pursuant to subsection (a)(1). See W. Va. Code § 55-7-13d(a)(2). It is in this sentence that the notice is described as a "notice . . . that a nonparty was wholly or partially at fault." Id. The second sentence, however, specifies to whom the notice must be provided – it must be "filed with the court and served upon all parties" – and it specifies the contents of the notice. See id. The second sentence specifies exactly what the notice must "designat[e]" – "the nonparty" at fault – and exactly what information the notice must "set[] forth," namely, (1) "the nonparty's name and last known address[] or the best identification of the nonparty which is possible under the

circumstances" and (2) "a brief statement of the basis for believing such nonparty to be at fault." Id.

In the court's view, § 55-7-13d(a)(2)'s more specific second sentence controls what content must be included in the notice. The second sentence, unlike the first, expressly states what must be "set[] forth" in the notice, id., and does not include a requirement that the notice employ talismanic phrases such as "was at fault" or only non-speculative language regarding the nonparty's fault, see id. (requiring the notice to "set[] forth . . . a brief statement of the basis for believing such nonparty to be at fault" (emphasis added)). The mere fact that the first sentence describes the notice as a notice that a nonparty was partially or wholly at fault does not overcome the more specific language of the provision expressly stating what the notice must set forth. See Strawser v. Atkins, 290 F.3d 720, 733 (4th Cir. 2002) ("It is a well-settled principle of construction that specific terms covering the given subject matter will prevail over general language of the same . . . statute which might otherwise prove controlling." (quoting Kepner v. United States, 195 U.S. 100, 125 (1904))); cf. Norman Singer & Shambie Singer, 1A Sutherland Statutory Construction § 20:7 (7th ed. 2019) ("The presumption is that the statute flows in orderly progression from general statement to specific

instance so that ordinarily the qualification of a later clause upon an earlier one is to be expected."). Accordingly, the plaintiff's argument that the defendant's notices should be stricken for failing to state that each of the nonparties "was" at fault or for employing speculative language fails.

In sum, the court concludes that the plaintiff has not provided a reason for the court to strike the defendant's notices based on the defendant's failure to comply with § 55-7-13d's timing requirements and on the content of the notices.

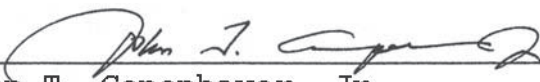
IV. Conclusion

For the foregoing reasons, it is ORDERED that the plaintiff's motion to strike the defendant's notice regarding potential nonparty fault and supplemental notice regarding potential nonparty fault, (Courtland I, ECF No. 140) and the plaintiff's response to and motion to strike the defendant's notice regarding potential nonparty fault, (Courtland II, ECF No. 55) be, and hereby they are, denied.¹¹

¹¹ The court notes that, although the initial notice in Courtland I was filed before the deadline set for amending the pleadings, the supplemental notice in Courtland I as well as the notice in Courtland II were filed after that deadline. See Courtland I, ECF No. 37; ECF No. 131; ECF No. 139; Courtland II, ECF No. 23; ECF No. 53. In light of the court's ruling, the court will entertain motions for leave to amend the pleadings insofar as the defendant chooses to file them.

The Clerk is directed to transmit copies of this order to all counsel of record and any unrepresented parties.

ENTER: December 8, 2020



John T. Copenhaver, Jr.
Senior United States District Judge